David J Hatton

Director - Federal Regulatory Accounting

THE PROPERTY OF THE PERSON

NOV 1 8 1993

FEDERAL COMMUNICATIONS COMMISSION OFFICE OF THE SECRETARY

NYNEX

mocke.

November 18, 1993

EX PARTE

William F. Caton Acting Secretary Federal Communications Commission 1919 M Street, N.W., - Room 222 Washington, DC 20554

RE: CC Docket No. 88-57 DA 93-1343, RM No. 8380

CC Docket No. 92-260

Dear Mr. Caton:

Today, Mr. A. Trinchese, Ms. D. Haraldson and I, representing the NYNEX Telephone Companies, met with Mr. William Kehoe, Attorney, Accounting and Audits Division of the Common Carrier Bureau, to discuss issues in the above referenced proceedings.

A copy of materials used in the presentation is attached

Please address any questions in this matter to my attention.

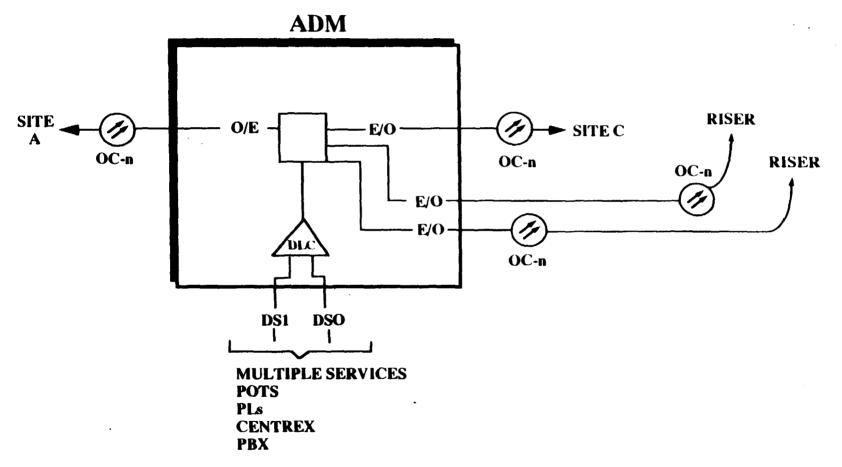
Sincerely,

Attachment

cc: W. Kehoe

CURRENT VIEW OF NETWORK TECHNOLOGY EVOLUTION

A CLOSER LOOK AT THE ADM



(NOTE: SIMPLIFIED FOR DISCUSSION PURPOSES)

DLC = DIGITAL LOOP CARRIER
OC = OPTICAL CARRIER

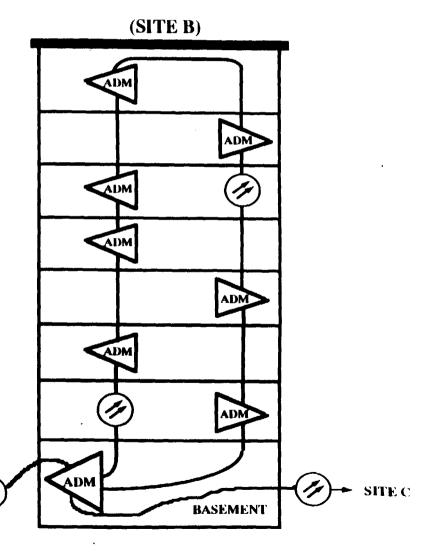
CURRENT VIEW OF NETWORK TECHNOLOGY EVOLUTION

EXTENDING THE TECHNOLOGY:

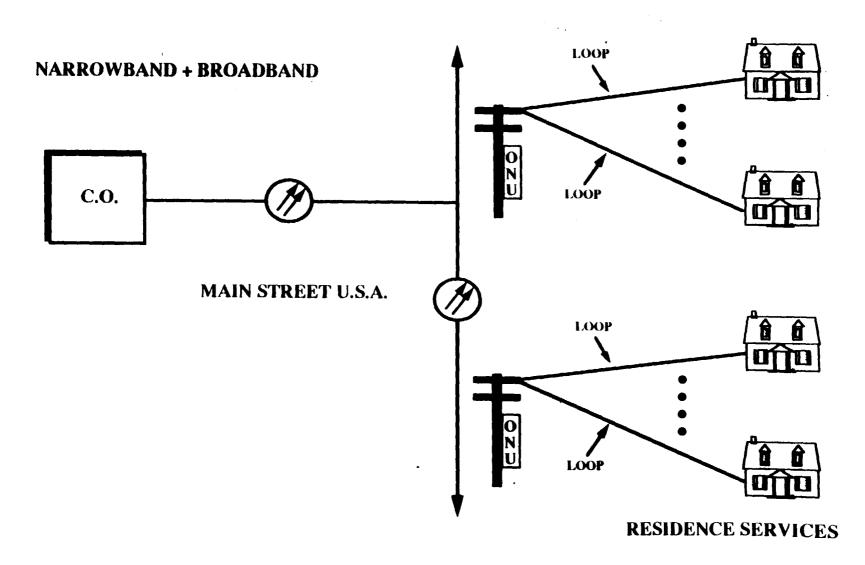
• DELIVER MULTIPLE SERVICES TO SINGLE OR MULTIPLE CUSTOMERS

SITE A

- •BENEFITS:
- FASTER PROVISIONING
- MORE RELIABLE SERVICE
- EXTENDING FIBER TO THE CUSTOMER



CURRENT VIEW OF NETWORK TECHNOLOGY



LOCAL LOOP EVOLUTION

TRANSMISSION MEDIUM OPTIONS



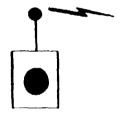
Twisted Pair Copper



Fiber



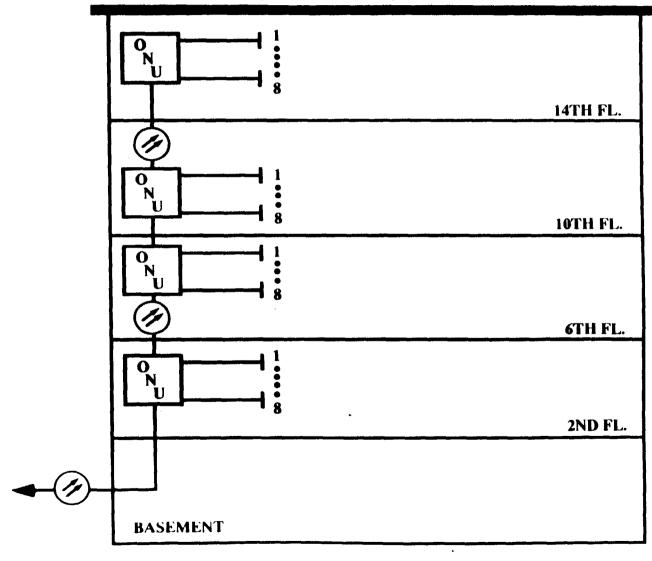
Coaxial Cable



Wireless

CURRENT VIEW OF NETWORK TECHNOLOGY

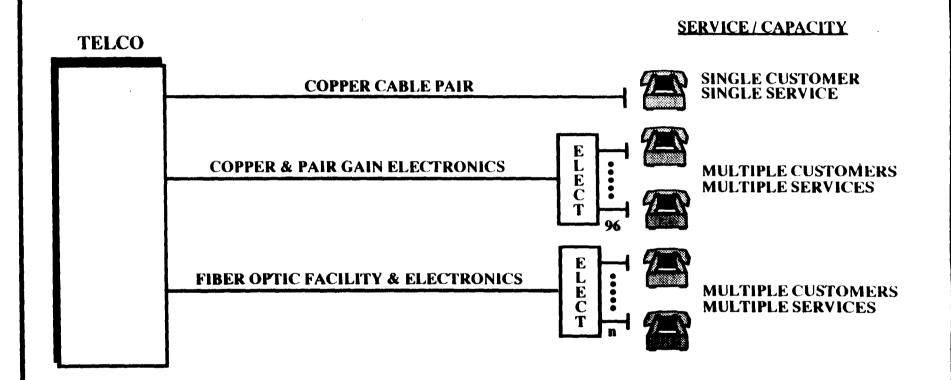
MULTI-STORY / MULTI-UNIT RESIDENTIAL BUILDING



ADVANTAGES OF TAKING FIBER TO THE CUSTOMER

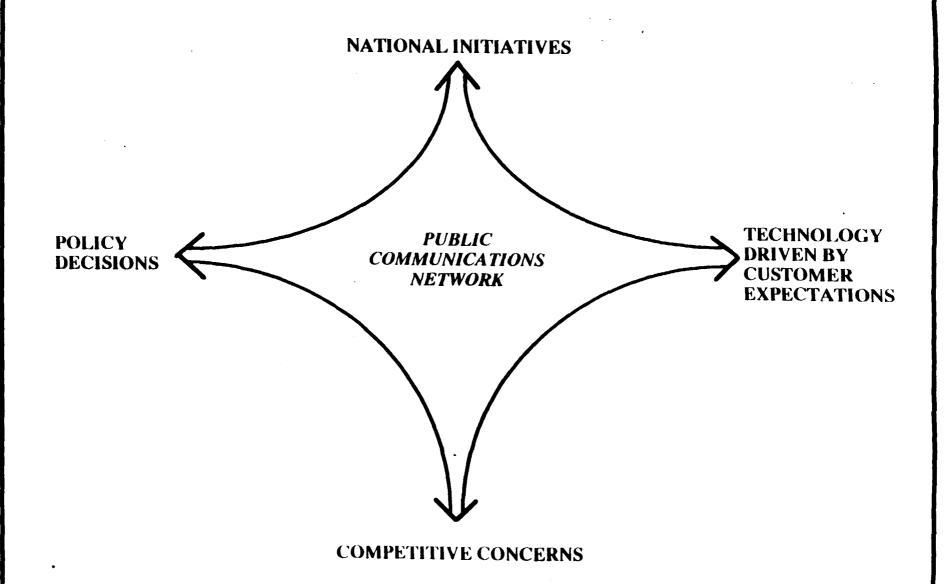
- HIGH CAPACITY
- VERY SECURE
- NONCORROSIVE
- RELATIVELY LOW COST
- MINIMAL POWER REQUIREMENTS
- INSENSITIVE TO ELECTROMAGNETIC INTERFERENCE

THE EVOLUTION OF TRANSMISSION MEDIUM



n = FIBER CAPACITY A RESULT OF CURRENT ELECTRONIC CAPABILITIES

FORCES IMPACTING THE PUBLIC NETWORK



FORCES IMPACTING THE PUBLIC NETWORK

- NATIONAL INITIATIVES
 - NATIONAL INFORMATION INFRASTRUCTURE "THE INFORMATION AGE"
- TECHNOLOGY / CUSTOMER EXPECTATIONS
 - RELIABLE
 - ACCESSIBLE & SECURE
 - BANDWIDTH RICH
 - INTELLIGENT
 - INTERACTIVE
 - **UBIQUITOUS**
 - AFFORDABLE

FORCES IMPACTING THE PUBLIC NETWORK

- **COMPETITIVE CONCERNS**
 - INCONSISTENT DEMARCATION POINTS
 - . CABLE
 - . VDT ??
 - . TELEPHONY
 - LECs
 - CAPs

POLICY DECISIONS

- PAST POLICY DECISIONS
 - MULTIPLEXER EXCEPTION
 - WAIVER OF NETWORK LOOPBACK TESTING
- IXC PROVISIONING / MFJ ISSUES
- MO&O ON EDS FIBER PETITION

ISSUES TO BE CONSIDERED

- WHO IS THE CUSTOMER?
 - THE BUILDING OWNER
 - THE CABLE / WIRE PROVIDER
 - THE INDIVIDUAL TENANT
 - ALL OF THE ABOVE
- WHAT IS THE SERVICE?
 - SERVICE DELIVERED BY THE REGULATED TELCO WILL DIFFER DEPENDING ON CUSTOMER / SERVICE
- WHO IS RESPONSIBLE FOR:
 - TESTING THE SERVICE?
 - TESTING TO WHAT POINT?
 - RESTORATION OF SERVICE? (TIMING, CHARGES, DISPUTES)
- STATE REGULATORY CONCERNS
- UNIVERSAL SERVICE PROVIDER RESPONSIBILITY

ISSUES TO BE CONSIDERED (CONTINUED)

SECURITY / RELIABILITY

- IMPACT OF COMPETITING "CUSTOMERS" HAVING ACCESS
- POTENTIAL PROBLEMS RESULTING FROM:
 - CUSTOMER ERROR
 - ATTEMPTING REPAIR
 - DELIBERATE TAMPERING
- WHO CONTROLS ACCESS TO LOCATION?
 - MULTIPLE PARTY ACCESS AS OPPOSED TO LIMITED NUMBER OF SERVICE PROVIDERS
- ADVANCED TECHNOLOGIES REQUIRE CONSIDERATION OF SECURITY / RELIABILITY

NETWORK RELIABILITY

- ELECTRONICS ARE NECESSARY IN NETWORK OF TODAY AND TOMORROW
- SECURITY OF ELECTRONICS IS ESSENTIAL FOR RELIABLE SERVICE
- CONFINING ELECTRONICS TO THE BASEMENT IS NOT IN THE PUBLIC INTEREST
 - DECEMBER 1992 STORMS WATER IN THE BASEMENT

BASEMENT EQUIPMENT DAMAGED:

SERVICE MAINTAINED DISTRIBUTED EOUIPMENT

- 127 JOHN STREET

- 127 JOHN STREET, 15TH FLOOR

- 185 BROAD STREET

- 185 BROAD STREET, FLOORS 2, 7 & 8

- 77 WATER STREET

- 77 WATER STREET, 13TH FLOOR

- 88 PINE STREET
- 120 WALL STREET
- 90 WEST STREET
- AT MINIMUM FOCUS SHOULD BE ON CENTRAL POINTS OF DISTRIBUTION

FURTHER ACTION DOES NOT APPEAR NECESSARY

- EXISTING RULES PROVIDE FOR BUILDING OWNERS / OTHER PROVIDERS TO COMPETE
 - STS
 - CAPs
 - CABLE
 - CUSTOMERS

ACTION FOR CONSIDERATION

- HOUSE AND RISERS USED TO TERMINATE PAIR GAIN SYSTEMS WOULD BE EXCLUDED
- FIBER OPTIC FACILITIES WOULD BE EXCLUDED
- PROVISIONING OF SERVICES TO IXCs WOULD BE EXCLUDED
- CONSISTENT DEMARCATION POINTS ESTABLISHED
- PREEMPT STATE REGULATION